

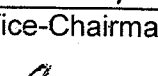
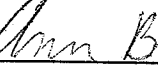



STATE OF ILLINOIS))ss
COUNTY OF LAKE)

Madame Chair and Members of the Board:

Your Health & Community Services and Financial & Administrative Committees herewith present a Resolution authorizing the issuance and sale by The County of Lake, Illinois of its not to exceed \$10,000,000 Multi-family Housing Revenue Bonds (Carriage House Apartments Project), Series 2008 for the purpose of financing the costs of acquisition, construction, rehabilitation and improvement of a multi-family housing development known as Carriage House Apartments in Gurnee Illinois; the execution and delivery of a Trust Indenture between County and Wells Fargo bank, N. A., as Trustee; a Loan Agreement under which the proceeds of the bond will be loaned to Carriage House Apartments, L.P.; a Regulatory Agreement and Declaration of Restrictive Covenants; a Tax Exemption Certificate and Agreement; a Bond Purchase Agreement and Assignment; approving certain other agreements and related matters and request its adoption.

Respectfully submitted,

	Aye	Nay
<div>  </div> <div>Chairman</div>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<div>  </div> <div>Vice-Chairman</div>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
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Health and Community Services
Committee

	Aye	Nay
<u>Debra</u>	X	
Chairman		
<u>Ann Flannery</u>	✓	
Vice-Chairman		
<u>Suzanne</u>	X	
<u>Paul</u>	✓	
<u>Anna O'Kelly</u>	✓	
<u>[Signature]</u>	X	

Financial and Administrative
Committee



August 21, 2008

18 North County Street - 10th Floor
 Waukegan, Illinois 60085-4351
 Phone 847 377 2300
 Fax 847 360 7322
 Web <http://www.co.lake.il.us/>

To: Lake County Board

From: Dusty Powell

Re: Required Review of Financial Interests—\$10,000,000 Multi-Family
 Housing Revenue Bonds (Carriage House Apartments Project), Series 2008

As you know, at the September County Board meeting and preceding Committee meetings, you will receive for review and action the Bond Resolution and related documents for approval of the \$10,000,000 Multi-Family Housing Revenue Bonds (Carriage House Apartments Project), Series 2008.

State law prohibits the County from entering into any kind of contract where an elected or appointed officer of the County has a financial or pecuniary interest, whether direct or indirect. An indirect interest includes the ownership of shares in the entity making the contract with the County, and also can include any employment or board of directors relationship with that entity. Any contract between the County and such an entity where an officer of the County has a interest is void. 50 ILCS 105/3.

The County Board Chairman and other officers will be required to certify and make an affirmative statement that no officer of the County has such a financial or pecuniary interest, whether direct or indirect.

The parties to this transaction include:

Purchaser of the Bonds	Citicorp Municipal Mortgage Inc.
Borrower and its Related Parties	Carriage House Apartments, LP Carriage House GP LLC CE Housing Investments, LLC Timothy Kayser Scott Henry CE Housing Investments, LLC Alliant Capital
Trustee (acts on behalf of the County as to the Bonds)	Wells Fargo Bank, National Association
Tax Credit Equity Provider	Walton Street Carriage House, LLC (an affiliate of Alliant Capital/Alliant Asset Management)



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Lake County Board
August 21, 2008
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If you do have a financial or pecuniary interest of the types listed above in any of the parties involved with these bonds, these strict rules have exceptions that may be helpful in addressing that situation—if your ownership is 1% or less in a company traded on a nationally recognized securities market or you are any employee of such a company, or 7-1/2% or less in a local bank or savings and loan or you are a director, officer, or employee of such bank or savings and loan. These rules require that you identify and disclose the interest in public prior to any action on the Resolution by any Committee or the full County Board, refrain from any participation in the matter, abstain from voting, and the Resolution is approved by a majority of the County Board.

Thank you for your attention to this matter. If you have any questions, please let me know.

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August 21, 2008

Ms. Suzi Schmidt
Chairman
County of Lake
18 N. County St.
10th Floor
Waukegan, IL 60085

Re: *The County of Lake, Illinois Not to Exceed \$10,000,000
Multifamily Housing Revenue Bonds
(Carriage House Apartments Project), Series 2008*

Dear Ms. Schmidt:

We have reviewed the Bond Resolution, the Bond Purchase Agreement, the Loan Agreement, the Trust Indenture, the Regulatory Agreement and Declaration of Restrictive Covenants, the Tax Exemption Certificate and Agreement, and the Note and Assignment of Note (collectively, the "Documents") for the bonds (the "Bonds"). We approve the current form of the Documents that are being included on the agenda for the Health and Community Services Committee of the County Board (the "Committee") meeting scheduled for August 26, 2008 and, subject to completion of the Documents to reflect final sizing and pricing of the Bonds, we anticipate signing the Documents at the closing of the Bonds in substantively the same form as the Documents being submitted to the Committee. We do not anticipate that any terms of the Documents affecting the County will be changed prior to closing.

Sincerely,

Carriage House Apartments, LP,

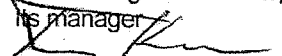
An Illinois limited partnership


By: Carriage House GP LLC, an Illinois limited liability company,

Its general partner

By: CE Housing Investments, LLC, an Illinois limited company,

Its manager


Timothy Kayser, Member


Scott Henry, Member